

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

In re: ) Chapter 11  
 )  
W. R. GRACE & CO., *et al.*, ) Case No. 01-1139 (JKF)  
 ) Jointly Administered  
Debtors. )  
)

**Objection Deadline: May 31, 2006 at 4:00 p.m. (prevailing Eastern time)**  
**Hearing Date: To Be Determined, Only If Timely Objections Are Filed**

**THIRTY-SECOND APPLICATION OF THE BLACKSTONE GROUP L.P.  
AS FINANCIAL ADVISOR TO W.R. GRACE & CO. AND AFFILIATES  
FOR COMPENSATION AND REIMBURSEMENT OF EXPENSES INCURRED  
FOR THE PERIOD OF JULY 1, 2005 THROUGH JULY 31, 2005**

Name of Applicant: The Blackstone Group L.P.

Authorized to Provide  
Professional Services to: Debtors

Date of Retention Order: June 22, 2001, effective April 2, 2001

Period for which compensation and  
reimbursement is sought: July 1, 2005 through July 31, 2005

| Amount of Compensation<br>sought as actual, reasonable and necessary: | Total       | <u>Holdback (@ 20%)</u> |
|---|-------------|-------------------------|
|   | \$75,000.00 | \$15,000.00             |

Amount of Expense Reimbursement  
sought as actual, reasonable and necessary: \$2,289.24

This is a x monthly    interim    final application

## Summary of Monthly Applications:

| <b>Date Filed</b> | <b>Period Covered</b>               | <b>Requested</b> |                 | <b>Approved</b> |                 |
|-------------------|-------------------------------------|------------------|-----------------|-----------------|-----------------|
|                   |                                     | <b>Fees</b>      | <b>Expenses</b> | <b>Fees</b>     | <b>Expenses</b> |
| July 31, 2001     | April 2, 2001 - June 30, 2001       | \$519,166.66     | \$7,663.95      | \$519,166.66    | \$7,261.45      |
| August 24, 2001   | July 2001                           | \$175,000.00     | \$3,504.53      | \$175,000.00    | \$3,504.53      |
| October 15, 2001  | August 2001                         | \$175,000.00     | \$16,124.84     | \$175,000.00    | \$5,795.17      |
| November 20, 2001 | September 2001                      | \$175,000.00     | \$11,846.09     | \$175,000.00    | \$9,226.93      |
| November 29, 2001 | October 2001                        | \$175,000.00     | \$5,042.39      | \$175,000.00    | \$4,084.55      |
| January 30, 2002  | November 2001                       | \$175,000.00     | \$7,477.10      | \$175,000.00    | \$6,691.93      |
| January 30, 2002  | December 2001                       | \$175,000.00     | \$2,133.92      | \$175,000.00    | \$2,112.92      |
| March 15, 2002    | January 2002                        | \$175,000.00     | \$5,140.26      | \$175,000.00    | \$3,940.26      |
| April 5, 2002     | February 2002                       | \$175,000.00     | \$1,719.69      | \$175,000.00    | \$1,414.02      |
| May 2, 2002       | March 2002                          | \$175,000.00     | \$631.92        | \$175,000.00    | \$389.25        |
| July 24, 2002     | April 2002                          | \$175,000.00     | \$2,736.03      | \$175,000.00    | \$2,703.36      |
| August 15, 2002   | May 2002                            | \$175,000.00     | \$516.61        | \$175,000.00    | \$516.61        |
| August 15, 2002   | June 2002                           | \$175,000.00     | \$733.20        | \$175,000.00    | \$733.20        |
| November 13, 2002 | July 2002                           | \$175,000.00     | \$2,603.74      | \$175,000.00    | \$2,603.74      |
| November 13, 2002 | August 2002                         | \$175,000.00     | \$3,547.21      | \$175,000.00    | \$3,547.21      |
| November 13, 2002 | September 2002                      | \$175,000.00     | \$1,611.87      | \$175,000.00    | \$1,467.54      |
| February 14, 2003 | October 2002                        | \$175,000.00     | \$1,848.24      | \$175,000.00    | \$1,848.24      |
| February 14, 2003 | November 2002                       | \$175,000.00     | \$2,109.76      | \$175,000.00    | \$2,109.76      |
| February 14, 2003 | December 2002                       | \$175,000.00     | \$1,570.49      | \$175,000.00    | \$1,579.49      |
| March 17, 2004    | January 1, 2003 - December 31, 2003 | \$525,000.00     | \$10,063.83     | \$525,000.00    | \$10,026.06     |
| August 17, 2004   | January 1, 2004 - June 30, 2004     | \$525,000.00     | \$2,833.02      | \$525,000.00    | \$2,833.02      |
| November 15, 2004 | July 1, 2004 - September 30, 2004   | \$525,000.00     | \$22,158.70     | \$525,000.00    | \$22,009.84     |

| <b>Date Filed</b> | <b>Period Covered</b> | <b>Requested</b> |                 | <b>Approved</b> |                 |
|-------------------|-----------------------|------------------|-----------------|-----------------|-----------------|
|                   |                       | <b>Fees</b>      | <b>Expenses</b> | <b>Fees</b>     | <b>Expenses</b> |
| November 24, 2004 | October 2004          | \$175,000.00     | \$3,635.27      | \$175,000.00    | \$3,635.27      |
| January 24, 2005  | November 2004         | \$175,000.00     | \$4,369.47      | \$175,000.00    | \$4,369.47      |
| January 24, 2005  | December 2004         | \$175,000.00     | \$1,129.94      | \$175,000.00    | \$1,129.94      |
| March 4, 2005     | January 2005          | \$175,000.00     | \$2,347.64      | \$175,000.00    | \$2,347.64      |
| May 19, 2005      | February 2005         | \$175,000.00     | \$742.42        | \$175,000.00    | \$742.42        |
| May 19, 2005      | March 2005            | \$175,000.00     | \$1,106.33      | \$175,000.00    | \$1,106.33      |
| August 19, 2005   | April 2005            | \$100,000.00     | \$3,082.08      | \$100,000.00    | \$3,082.08      |
| August 19, 2005   | May 2005              | \$50,000.00      | \$1,709.38      | \$50,000.00     | \$1,709.38      |
| August 19, 2005   | June 2005             | \$50,000.00      | \$2,917.10      | \$50,000.00     | \$2,917.10      |
| May 8, 2006       | July 2005             | \$75,000.00      | \$2,289.24      | --              | --              |

The Blackstone Group®

May 4, 2006

Mr. Fred Festa  
Chairman, President and Chief Executive Officer  
W.R. Grace & Co.  
7500 Grace Drive  
Columbia, Maryland 21044

|   |              |                         |
|---|--------------|-------------------------|
| Monthly advisory fee for the period of July 1, 2005 through July 31, 2005:          | \$           | 75,000.00               |
| Less a 20% holdback pursuant to the Court's Administrative Order:                   |              | (15,000.00)             |
| Out-of-pocket expenses processed for the period through July 31, 2005: <sup>1</sup> |              |                         |
| Airfare   | \$ 726.30    |                         |
| Ground Transportation   | 902.02       |                         |
| Communications  | 123.61       |                         |
| Meals   | 80.70        |                         |
| Lodging   | 413.41       |                         |
| Document Production   | <u>43.20</u> | <u>2,289.24</u>         |
| <b>Total Amount Due</b>   | <b>\$</b>    | <b><u>62,289.24</u></b> |

Please wire transfer funds to:

JP Morgan Chase  
One New York Plaza  
New York, NY 10017  
ABA# 021 000 021  
Credit Account: The Blackstone Group L.P.  
Account Receivable Dept. 14th Floor  
Account # 066-287472

Invoice Number: 8656

<sup>1</sup> Expenses incurred, but not yet processed due to timing differences will be billed at a later date.

The Blackstone Group® L.P.  
345 Park Avenue  
New York, NY 10154  
212 583-5000

**W.R. Grace & Co.**  
**Summary of Expenses**  
**Invoice No. 8656**

|   | <b>GL Detail</b><br><b>Jul-05</b> | <b>Total<br/>Expenses</b> |
|---|-----------------------------------|---------------------------|
| Airfare                                       | \$ 726.30                         | <b>\$ 726.30</b>          |
| Ground Transportation - Car Service - Concord | 307.02                            | 307.02                    |
| Ground Transportation - Local Travel          | 79.00                             | 79.00                     |
| Ground Transportation - Out of Town Travel    | 252.00                            | 252.00                    |
| Ground Transportation - Railroad              | 264.00                            | 264.00                    |
| Communications - Teleconferencing             | 123.61                            | 123.61                    |
| Employee Meals                                | 80.70                             | 80.70                     |
| Lodging                                       | 413.41                            | 413.41                    |
| Document Production                           | 43.20                             | 43.20                     |
| <b>Total Expenses</b>                         | <b>\$ 2,289.24</b>                | <b>\$ 2,289.24</b>        |
| Airfare                                       | \$ 726.30                         | \$ 726.30                 |
| Ground Transportation                         | 902.02                            | 902.02                    |
| Communications                                | 123.61                            | 123.61                    |
| Meals   | 80.70                             | 80.70                     |
| Lodging                                       | 413.41                            | 413.41                    |
| Document Production                           | 43.20                             | 43.20                     |
| <b>Total Expenses</b>                         | <b>\$ 2,289.24</b>                | <b>\$ 2,289.24</b>        |

**W.R. Grace & Co.**  
**Detail of Expenses Processed**  
**Through July 31, 2005**  
**Invoice No. 8656**

**Airfare**

|   |                     |           |
|---|---------------------|-----------|
| O'Connell (travel agency booking fee for round trip flight dated 06/13/05 & 06/14/05) | 06/10/05            | 40.00     |
| O'Connell (round trip coach class flight to/from Boston, MA from/to Queens, NY)       | 06/13/05 & 06/14/05 | 275.40    |
| Zilly (travel agency booking fee for flight dated 06/20/05)                           | 06/20/05            | 20.00     |
| Zilly (one-way coach class flight to/from Washington, DC from/to Queens, NY)          | 06/20/05            | 137.70    |
| Zilly (one-way coach class flight to Queens, NY from Washington, DC)                  | 06/21/05            | 253.20    |
| Subtotal - Airfare  |                     | \$ 726.30 |

**Ground Transportation - Car Service - Concord**

|   |          |        |
|---|----------|--------|
| Blechman (car to LaGuardia Airport in Queens, NY from home) | 03/30/05 | 168.81 |
| Blechman (car home from Blackstone after working late)      | 04/12/05 | 138.21 |
| Subtotal - Ground Transportation - Car Service - Concord    |          | 307.02 |

**Ground Transportation - Local Travel**

|  |          |       |
|--|----------|-------|
| O'Connell (taxi home from LaGuardia Airport)                             | 06/14/05 | 34.00 |
| O'Connell (taxi home from Pennsylvania Railroad Station in New York, NY) | 06/16/05 | 15.00 |
| Zilly (taxi to Blackstone from LaGuardia Airport in Queens, NY)          | 06/21/05 | 30.00 |
| Subtotal - Ground Transportation - Local Travel                          |          | 79.00 |

**Ground Transportation - Out of Town Travel**

|  |          |        |
|--|----------|--------|
| O'Connell (taxi to client's offices from airport in Cambridge, MA)                       | 06/13/05 | 40.00  |
| O'Connell (taxi to airport from client's offices in Cambridge, MA)                       | 06/13/05 | 53.00  |
| O'Connell (taxi to client's offices from hotel in Cambridge, MA)                         | 06/14/05 | 28.00  |
| O'Connell (taxi to client's offices in Columbia, MD from train station in Baltimore, MD) | 06/15/05 | 40.00  |
| O'Connell (taxi to client's offices from hotel in Columbia, MD)                          | 06/16/05 | 25.00  |
| O'Connell (taxi to train station in Baltimore, MD from client's offices in Columbia, MD) | 06/16/05 | 45.00  |
| Zilly (taxi from airport to client meeting in Washington, DC)                            | 06/20/05 | 21.00  |
| Subtotal - Ground Transportation - Out of Town Travel                                    |          | 252.00 |

**Ground Transportation - Railroad**

|   |                     |        |
|---|---------------------|--------|
| O'Connell (travel agency booking fee for round trip travel dated 06/15/05 & 06/16/05) | 06/13/05            | 40.00  |
| O'Connell (round trip to/from Baltimore, MD from/to New York, NY)                     | 06/15/05 & 06/16/05 | 224.00 |
| Subtotal - Ground Transportation - Railroad   |                     | 264.00 |

**Communications - Teleconferencing**

|  |          |        |
|--|----------|--------|
| Blechman                                     | 05/05/05 | 47.11  |
| Blechman                                     | 05/06/05 | 36.56  |
| Blechman                                     | 05/06/05 | 19.80  |
| Blechman                                     | 05/09/05 | 8.61   |
| Blechman                                     | 05/17/05 | 11.53  |
| Subtotal - Communications - Teleconferencing |          | 123.61 |

**Employee Meals**

|   |          |       |
|---|----------|-------|
| Blechman (working dinner meal @ Blackstone after working late)  | 06/02/05 | 25.00 |
| O'Connell (in-room dinner meal @ hotel in Cambridge, MA)        | 06/13/05 | 24.06 |
| O'Connell (in-room meal @ hotel in Cambridge, MA)               | 06/14/05 | 4.95  |
| O'Connell (working dinner meal @ Blackstone after working late) | 06/15/05 | 10.99 |
| O'Connell (in-room breakfast meal @ hotel in Columbia, MD)      | 06/16/05 | 15.70 |
| Subtotal - Employee Meals                                       |          | 80.70 |

**Lodging**

|   |                     |        |
|---|---------------------|--------|
| O'Connell (1 day hotel stay in Cambridge, MA) | 06/13/05 - 06/14/05 | 231.91 |
| O'Connell (1 day hotel stay in Columbia, MD)  | 06/15/05 - 06/16/05 | 181.50 |
| Subtotal - Lodging                            |                     | 413.41 |

**Document Production**

|                                |                     |       |
|--------------------------------|---------------------|-------|
| Munfa                          | 06/27/05 - 07/03/05 | 17.40 |
| O'Connell                      | 06/13/05 - 06/26/05 | 25.80 |
| Subtotal - Document Production |                     | 43.20 |

|                |             |
|----------------|-------------|
| Total Expenses | \$ 2,289.24 |
|----------------|-------------|

THE BLACKSTONE GROUP L.P.  
SUMMARY OF HOURS FOR THE PERIOD OF  
JULY 1, 2005 THROUGH JULY 31, 2005

| Professional    | Title                    | Hours              |
|-----------------|--------------------------|--------------------|
| Pamela Zilly    | Senior Managing Director | 60.5               |
| Jamie O'Connell | Associate                | 18.6               |
| JP Munfa        | Analyst                  | <u>5.0</u>         |
|                 | Total                    | <b><u>84.1</u></b> |

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**JULY 1, 2005 THROUGH JULY 31, 2005**

| Professional    | Date     | Hours              | Category          | Explanation  |
|-----------------|----------|--------------------|-------------------|--|
| Pamela Zilly    | 07/15/05 | 2.0                | Business Analysis | Financial analysis re 2Q claims  |
| Pamela Zilly    | 07/01/05 | 1.0                | Business Analysis | Follow-up calls and discussion with K. Myers, J. Sinclair, L. Hamilton re: Project Gamma         |
| Pamela Zilly    | 07/05/05 | 2.0                | Business Analysis | Review business presentations for exclusivity comments   |
| Pamela Zilly    | 07/07/05 | 1.5                | Business Analysis | Provide comments on Festa affidavit re: exclusivity motion                                       |
| Pamela Zilly    | 07/11/05 | 2.0                | Business Analysis | Review Debtor's monthly operating report   |
| Pamela Zilly    | 07/11/05 | 1.0                | Business Analysis | Review and provide comments on Project Gamma motion; discussion with K. Myers re: same           |
| Pamela Zilly    | 07/11/05 | 1.5                | Business Analysis | Read and provide comments on Rising Sun and InterCat motions                                     |
| Pamela Zilly    | 07/12/05 | 1.0                | Business Analysis | Read and provide comments on motion to acquire assets of Single Site Catalysts                   |
| Pamela Zilly    | 07/14/05 | 1.0                | Business Analysis | Read Marsh Mac motion; discuss issues with J. Buer, J. McFarland                                 |
| Pamela Zilly    | 07/14/05 | 1.0                | Business Analysis | Read and provide comments on Rising Sun Motion   |
| Pamela Zilly    | 07/14/05 | 1.0                | Business Analysis | Research prior financial analysis, business plan and communications re: Owensboro                |
| Pamela Zilly    | 07/14/05 | 0.5                | Business Analysis | Read Negative Notice re: Owensboro   |
| Pamela Zilly    | 07/14/05 | 0.5                | Business Analysis | Read revised draft of Debtors' motions   |
| Pamela Zilly    | 07/15/05 | 1.0                | Business Analysis | Call with K. Myers re: possible acquisitions   |
| Pamela Zilly    | 07/15/05 | 1.0                | Business Analysis | Review Project Gamma Slides  |
| Pamela Zilly    | 07/18/05 | 0.8                | Business Analysis | Read revised drafts of Debtors' motions for distribution to Committees' advisors                 |
| Pamela Zilly    | 07/18/05 | 1.0                | Business Analysis | Read and provide comments on March Mac settlement with NY State                                  |
| Jamie O'Connell | 07/19/05 | 0.8                | Business Analysis | Discussion with P. Zilly, S. Farmsworth re: Owensboro filings                                    |
| Pamela Zilly    | 07/19/05 | 0.3                | Business Analysis | Read Response of PI Committee, FCR to Debtors Report on Business Effects/Terminating Exclusivity |
| Pamela Zilly    | 07/19/05 | 0.8                | Business Analysis | Discussion with S. Farmsworth, J. O'Connell re: timing of distribution of Negative Notice        |
| Pamela Zilly    | 07/19/05 | 1.0                | Business Analysis | Read and provide comments on InterCat Motion   |
| Pamela Zilly    | 07/21/05 | 0.8                | Business Analysis | Read analysis re: Rising Sun Motion  |
| Pamela Zilly    | 07/21/05 | 0.5                | Business Analysis | Discussion with Committees' advisors, S. Farmsworth re: Owensboro negative notice                |
| Pamela Zilly    | 07/25/05 | 1.2                | Business Analysis | Review all filed motions with revisions  |
| Pamela Zilly    | 07/27/05 | 0.8                | Business Analysis | Financial analysis re: Catalyst business   |
| Pamela Zilly    | 07/27/05 | 1.0                | Business Analysis | Questions and responses re: Gamma acquisition  |
| Pamela Zilly    | 07/30/05 | 1.5                | Business Analysis | Read Gamma Purchases Agreement   |
| Pamela Zilly    | 07/30/05 | 1.5                | Business Analysis | Financial analysis re: financial results year to date vs. Plan                                   |
|                 |          | <u><u>30.0</u></u> |                   |  |

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**JULY 1, 2005 THROUGH JULY 31, 2005**

| Professional    | Date     | Hours      | Category  | Explanation   |
|-----------------|----------|------------|-----------|---|
| Jamie O'Connell | 07/07/05 | 0.5        | Committee | Call with K. Myers and L. Hamilton regarding Project Gamma acquisition  |
| Jamie O'Connell | 07/12/05 | 1.0        | Committee | Review of Project Gamma motion and circulation of the motion to financial advisors  |
| Pamela Zilly    | 07/22/05 | 1.0        | Committee | Review questions from Committees' advisor; coordinate responses with management   |
| Jamie O'Connell | 07/25/05 | 2.0        | Committee | Review motions (Gamma, InterCat, March, Rising Sun), Piney Hardin application; circulation of documents to financial advisors |
| Jamie O'Connell | 07/26/05 | 0.5        | Committee | Call with J. Sinclair, M. Berlin, S. Farnsworth, J. Heslin and R. Wilson regarding Owensboro                                  |
| Pamela Zilly    | 07/26/05 | 1.0        | Committee | Call with S. Farnsworth, PI Committee advisors re: Owensboro sale   |
| Jamie O'Connell | 07/27/05 | 0.5        | Committee | Call with L. Hamilton, C. Troyer, S. Farnsworth and R. Wilson regarding Owensboro   |
| Jamie O'Connell | 07/27/05 | 0.5        | Committee | Review and circulate Project Gamma information to Capstone  |
| Jamie O'Connell | 07/29/05 | 1.0        | Committee | Call with R. Maggio, L. Hamilton and Stroock regarding InterCat motion  |
| Jamie O'Connell | 07/29/05 | 0.5        | Committee | Respond to additional Project Gamma questions from Capstone   |
|                 |          | <u>8.5</u> |           |   |

THE BLACKSTONE GROUP L.P.  
HOURLY DETAIL FOR THE PERIOD OF  
JULY 1, 2005 THROUGH JULY 31, 2005

| Professional | Date     | Hours      | Category                  | Explanation                               |
|--------------|----------|------------|---------------------------|---|
| Pamela Zilly | 07/05/05 | 1.0<br>1.0 | Employee Benefits/Pension | Review Plan documents for MIP description |

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**JULY 1, 2005 THROUGH JULY 31, 2005**

| Professional                    | Date     | Hours                    | Category             | Explanation   |
|---------------------------------|----------|--------------------------|----------------------|---|
| Jamie O'Connell<br>Pamela Zilly | 07/19/05 | 6.5<br>6.5<br><hr/> 13.0 | Hearings<br>Hearings | Participate telephonically in the July 19, 2005 court hearing<br>Attend Court Hearing via phone |
|                                 |          |                          |                      |   |

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**JULY 1, 2005 THROUGH JULY 31, 2005**

| Professional                    | Date     | Hours       | Category                      | Explanation   |
|---------------------------------|----------|-------------|-------------------------------|---|
| Pamela Zilly<br>Jamie O'Connell | 07/02/05 | 2.0         | Plan and Disclosure Statement | Financial analysis re: Project Gamma, review of slides, analysis  |
| Pamela Zilly                    | 07/05/05 | 0.8         | Plan and Disclosure Statement | Call with Grace management and Kirkland & Ellis regarding status of case                                      |
| Pamela Zilly                    | 07/05/05 | 1.0         | Plan and Disclosure Statement | Call with management, counsel re: court status and motions  |
| Pamela Zilly                    | 07/07/05 | 1.0         | Plan and Disclosure Statement | Read PI Claimants Opposition of Debtors' PI CMO and Questionnaire   |
| Pamela Zilly                    | 07/07/05 | 1.0         | Plan and Disclosure Statement | Read various motions; Montana Stay, Equity and UCC Committees Responses to Debtors' PI CMO Questionnaire      |
| Pamela Zilly                    | 07/07/05 | 1.0         | Plan and Disclosure Statement | Read various motions; Montana Stay, Equity and UCC Committees Responses to Debtors' PI CMO Questionnaire      |
| Pamela Zilly                    | 07/09/05 | 0.4         | Plan and Disclosure Statement | Read various motions; Montana Stay, Equity and UCC Committees Responses to Debtors' PI CMO Questionnaire      |
| Pamela Zilly                    | 07/09/05 | 1.5         | Plan and Disclosure Statement | Read Debtor's Report of effects of Terminating g Exclusivity  |
| Pamela Zilly                    | 07/15/05 | 0.4         | Plan and Disclosure Statement | Read Libby Objections to Debtors' Motion to Approve PI Questionnaire  |
| Pamela Zilly                    | 07/15/05 | 0.4         | Plan and Disclosure Statement | Read Position Paper of PI Committee re: CMO   |
| Pamela Zilly                    | 07/15/05 | 0.4         | Plan and Disclosure Statement | Read Debtor's status report on Motion to Approve PI Estimation, CMO   |
| Pamela Zilly                    | 07/15/05 | 0.4         | Plan and Disclosure Statement | Read Brief in Support of FCRs Questionnaire and CMO   |
| Pamela Zilly                    | 07/19/05 | 2.0         | Plan and Disclosure Statement | Financial analysis re: changes to claims estimates  |
| Pamela Zilly                    | 07/19/05 | 0.3         | Plan and Disclosure Statement | Read Debtors' Brief re: CMO for Property Damage Claims  |
| Jamie O'Connell                 | 07/20/05 | 1.0         | Plan and Disclosure Statement | Call with Grace management and Kirkland & Ellis regarding status of case                                      |
| JP Munifa                       | 07/20/05 | 2.0         | Plan and Disclosure Statement | Research regarding USG / Armstrong asbestos claims estimation   |
| Pamela Zilly                    | 07/20/05 | 1.0         | Plan and Disclosure Statement | Call with management and counsel re: status of DOR and court hearings   |
| Jamie O'Connell                 | 07/21/05 | 1.5         | Plan and Disclosure Statement | Research on the claims estimation process in other asbestos bankruptcies                                      |
| Pamela Zilly                    | 07/21/05 | 2.0         | Plan and Disclosure Statement | Review transcript of Owens Corning Expert Witnesses   |
| Pamela Zilly                    | 07/21/05 | 0.4         | Plan and Disclosure Statement | Read Debtors' Motions to Permit Objection to Speight's and Runyan Claims                                      |
| Jamie O'Connell                 | 07/26/05 | 0.5         | Plan and Disclosure Statement | Call with Grace management and Kirkland & Ellis regarding status of case                                      |
| JP Munifa                       | 07/26/05 | 3.0         | Plan and Disclosure Statement | Research regarding USG / Armstrong asbestos claims estimation   |
| Pamela Zilly                    | 07/26/05 | 2.0         | Plan and Disclosure Statement | Research re: estimation process in USG, Owens Corning   |
| Jamie O'Connell                 | 07/28/05 | 1.0         | Plan and Disclosure Statement | Call with M. Brown regarding updated pro forma amounts in draft 1Q-Q for the three months ended June 30, 2005 |
| Pamela Zilly                    | 07/30/05 | 2.5         | Plan and Disclosure Statement | Financial analysis re: Claims in 2Q 1Q  |
|                                 |          | <u>28.1</u> |                               |   |

**THE BLACKSTONE GROUP L.P.**  
**HOURLY DETAIL FOR THE PERIOD OF**  
**JULY 1, 2005 THROUGH JULY 31, 2005**

| Professional | Date     | Hours            | Category   | Explanation                                       |
|--------------|----------|------------------|------------|---|
| Pamela Zilly | 07/13/05 | 2.0              | Tax Issues | Read and provided comments on State Tax motion    |
| Pamela Zilly | 07/13/05 | 1.5              | Tax Issues | Financial analysis re: tax motions and tax claims |
|              |          | <hr/> <u>3.5</u> |            |   |